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THIRTY-FIFTH JUDICIAL DISTRICT EXPENSE FUND

Colfax, Louisiana

FINANCIAL STATEMENTS AND AUDITORS' REPORT

For The Year Ended December 31, 2005

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

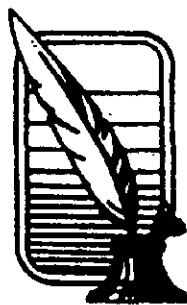
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**THIRTY-FIFTH JUDICIAL DISTRICT EXPENSE FUND
Colfax, Louisiana**

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MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS



MEMBER
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

INDEPENDENT AUDITORS' REPORT

Honorable Peyton Cunningham Jr., Louisiana State District Judge
Thirty-Fifth Judicial District Court-Expense Fund
200 Main Street, Suite 202
Colfax, Louisiana 71417

We have audited the accompanying financial statements of the Thirty-Fifth Judicial District-Expense Fund as of and for the year ended December 31, 2005. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements present only the financial transactions of the Expense Fund, administered by the Thirty-Fifth Judicial District Court, a component unit of the Grant Parish Police Jury.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Thirty-Fifth Judicial District-Expense Fund as of December 31, 2005, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 1, 2006 on our consideration of the Thirty-Fifth Judicial District-Expense Fund's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and agreements. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

A handwritten signature in cursive script that reads "Dautat Beall & Debevec".

Dautat, Beall & Debevec CPAs, APC
Alexandria, Louisiana

June 1, 2006

THIRTY-FIFTH JUDICIAL DISTRICT EXPENSE FUND
Colfax, Louisiana

BALANCE SHEET
December 31, 2005

ASSETS

Cash	\$ 60,347
Accounts Receivable	<u>9,031</u>
Total Assets	<u>\$ 69,378</u>

LIABILITIES AND FUND BALANCE

Liabilities

Accounts Payable	\$ 4,211
Accrued Expenses	<u>806</u>
Total Liabilities	<u>5,017</u>
Fund Balance	
Unreserved	<u>64,361</u>
Total Fund Balance	<u>64,361</u>
Total Liabilities and Fund Balance	<u>\$ 69,378</u>

See Accompanying Notes To Financial Statements

THIRTY-FIFTH JUDICIAL DISTRICT EXPENSE FUND
Colfax, Louisiana

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For The Year Ended December 31, 2005

REVENUES

Fines and Fees	\$ 99,644
State Funds	890
Interest Income	<u>625</u>
Total Revenues	<u>101,159</u>

CURRENT EXPENDITURES

Telephone	6,664
Library	11,261
Contract Labor	6,522
Supplies	5,482
Salaries	14,807
Office Expense	3,028
Seminars, Meetings, Education	8,749
Dues and Subscriptions	4,277
Professional Fees	12,769
Payroll Taxes	1,139
Insurance	<u>1,538</u>
Total Current Expenditures	<u>76,236</u>

Excess (Deficiency) Of Revenues Over Expenditures	24,923
Fund Balance-Beginning of Year	<u>39,438</u>
Fund Balance-End of Year	<u>\$ 64,361</u>

See Accompanying Notes To Financial Statements

THIRTY-FIFTH JUDICIAL DISTRICT EXPENSE FUND
Colfax, Louisiana

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget (GAAP Basis) and Actual
For The Year Ended December 31, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Fines and Fees	\$ 75,000	\$ 99,644	\$ 24,644
State Funds	1,000	890	(110)
Interest	1,000	625	(375)
Total Revenues	<u>77,000</u>	<u>101,159</u>	<u>24,159</u>
CURRENT EXPENDITURES			
Telephone	7,000	6,664	336
Library	15,000	11,261	3,739
Contract Labor	5,000	6,522	(1,522)
Supplies	10,000	5,482	4,518
Salaries	20,000	14,807	5,193
Office Expense	-	3,028	(3,028)
Seminars, Meetings, Education	20,000	8,749	11,251
Dues and Subscriptions	-	4,277	(4,277)
Professional Fees	20,000	12,769	7,231
Payroll Taxes	-	1,139	(1,139)
Insurance	-	1,538	(1,538)
Miscellaneous	5,000	-	5,000
Capital Outlays	10,000	-	10,000
Total Current Expenditures	<u>112,000</u>	<u>76,236</u>	<u>35,764</u>
Excess (Deficiency) Of Revenues Over Expenditures	(35,000)	24,923	59,923
Fund Balance-Beginning of Year	<u>39,438</u>	<u>39,438</u>	<u>-</u>
Fund Balance-End of Year	<u>\$ 4,438</u>	<u>\$ 64,361</u>	<u>\$ 59,923</u>

See Accompanying Notes To Financial Statements

**THIRTY-FIFTH JUDICIAL DISTRICT-EXPENSE FUND
NOTES TO FINANCIAL STATEMENTS**

For The Year Ended December 31, 2005

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Reporting Entity

The Thirty-Fifth Judicial District was established under the laws of the State of Louisiana for the purpose of creating a State District Court having jurisdiction over Grant Parish, Louisiana. The District receives fees and other costs which are assessed from persons participating in the Judicial process. The Judicial Expense Fund was established to account for the receipt of these revenues. The revenues collected may be expended for any purpose to supplement the proper administration of the Court or the Office of the Judge.

The accompanying financial statements present the financial transactions of the Thirty-Fifth Judicial District Expense Fund, a fund administered by the Thirty-Fifth Judicial Court, which is a component unit of Grant Parish Police Jury. The financial statements are not intended to present financial position and results of operations for the Judge's Office, the Thirty-fifth Judicial District or the Grant Parish Police Jury.

Basis of Presentation

The accompanying financial statements of the Thirty-Fifth Judicial Expense Fund have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for established governmental accounting and financial reporting principles. The Thirty-Fifth Judicial District-Expense Fund has not adopted Governmental Accounting Standard Board Statement No. 34, Government-wide financial statements. The financial statements represent the specific fund and not the overall government. The financial statements follow the requirements established for fund financial statements.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fund Accounting

The Thirty-Fifth Judicial District-Expense Fund is organized and operated on a fund basis whereby a self-balancing set of accounts is maintained that comprises its assets, liabilities, fund equity, revenues and expenditures.

**THIRTY-FIFTH JUDICIAL DISTRICT-EXPENSE FUND
NOTES TO FINANCIAL STATEMENTS**

For The Year Ended December 31, 2005

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting related to the timing of the measurements made, regardless of the measurement focus applied. The Expense Fund is accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenue is recognized when it becomes both measurable and available, and expenditures are recognized when a liability has been incurred. Available means collectible within the current period or within sixty days after year end.

Budgets

Budgets are prepared annually by the Judicial District staff and approved by the District Judge. Any necessary amendments are approved prior to the end of each year. Amended budgets are prepared and approved in the same manner as the original budget.

Capital Expenditures

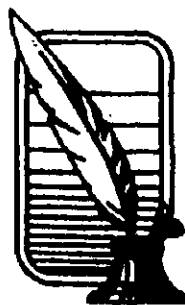
The Expense Fund does not capitalize expenditures for property and equipment and therefore, does not recognize depreciation expense in the financial statements. The capital expenditures are expensed at the time of purchase.

NOTE 2 CASH AND CASH EQUIVALENTS

At December 31, 2005, cash and cash equivalents (book balance) totaled \$ 60,347. The collected bank balance of \$ 60,945 was fully insured by the Federal Deposit Insurance Corporation at December 31, 2005.

NOTE 3 RECEIVABLES

Accounts receivable at year end totaled \$ 9,031. Receivables consist of amounts due from state and local governmental agencies and considered fully collectible.



DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Honorable Peyton Cunningham Jr., Louisiana State District Judge
Thirty-Fifth Judicial District Court-Expense Fund
200 Main Street, Suite 202
Cofax, Louisiana 71417

We have audited the financial statements of the Thirty-Fifth Judicial District-Expense Fund as of December 31, 2005, and have issued our report thereon dated June 1, 2006. We conducted our audit in accordance with United States generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Thirty-Fifth Judicial District-Expense Fund's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions is not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Thirty-Fifth Judicial Expense Fund's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

This report is intended solely for the information and use of management, and Federal and State agencies and is not intended to be and should not be used by anyone other than these specified parties.

Dauzat Beall & Debevec

Dauzat, Beall, & Debevec CPAs, APC
Alexandria, Louisiana

June 1, 2006

**THIRTY-FIFTH JUDICIAL DISTRICT
EXPENSE FUND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2005**

We have audited the financial statements of the Thirty-Fifth Judicial District-Expense Fund as of and for the year ended December 31, 2005, and have issued our report thereon dated June 1, 2006. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of and for the year ended December 31, 2005 resulted in an unqualified opinion.

Section I - Summary of Auditor's Reports

Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness

☐ Yes

☒ No

Reportable Conditions

☐ Yes

☒ No

Compliance

Non Compliance Material to Financial Statements

☐ Yes

☒ No

Section II - Financial Statement Findings

There were no Financial Statement findings or questioned costs.

**THIRTY-FIFTH JUDICIAL DISTRICT
EXPENSE FUND
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended December 31, 2004**

There were no prior year audit findings or questioned costs.